

BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
DOCKET NO. 2005-48-E – ORDER NO. 2007-328
MAY 17, 2007

IN RE:	Application of Duke Power for Approval of)	ORDER CLARIFYING
	Two New Rate Schedules, Schedule HP-X)	SCHEDULE
	(SC), Hourly Pricing, Flexible Baseline)	
	(Pilot) and Rider NL (SC), Economic)	
	Development for New Load (Pilot).)	

This matter comes before the Public Service Commission of South Carolina (“the Commission”) on the request of Duke Energy Carolinas, LLC (“Duke” or “the Company”) for clarification of the power factor correction provision in Schedule HP-X (SC). Duke notes that in Order No. 2005-475, the Commission approved modifications to Schedule HP-X (SC), Hourly Pricing to revise the power factor correction provision to benefit customers who operate generation in parallel with Duke. The approved change provided for the Company to calculate the power factor adjustment based on the average power factor for the billing month, rather than for each hour. As noted in the Order, this modification benefits customers by providing the opportunity to offset hours when the power factor is below 85% with hours when the power factor is above 85%.

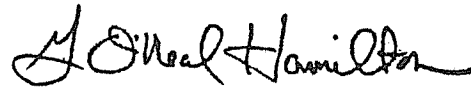
Duke proposes to modify the tariff language to more clearly describe the operation of the power factor adjustment calculation in order to address customer confusion regarding this provision. The term “Power Factor Charge” has also been added to the “Bill Determination” paragraph for clarity. In addition, a paragraph which referred

to the Interim Load Reduction Rider has been removed. The reference had been inadvertently left in the Schedule after this Rider, approved in Docket No. 2004-250-E, expired.

We have examined the proposed changes and adopt them for clarity. Duke shall submit ten (10) copies of the new Schedule HP-X to the Commission and the Office of Regulatory Staff (ORS) within ten (10) days after receipt of this Order.

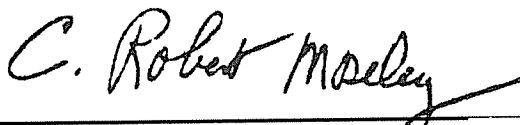
This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:



G. O'Neal Hamilton, Chairman

ATTEST:



C. Robert Moseley, Vice Chairman

(SEAL)